

UNIFIED SCHOOL DISTRICT NO. 380
VERMILLION, KANSAS
AUDIT REPORT JUNE 30, 2015

EIN: 48-0720999

KICKHAEFER & ASSOCIATE, P.A.
CERTIFIED PUBLIC ACCOUNTANTS
MARYSVILLE, KANSAS 66508

UNIFIED SCHOOL DISTRICT NO. 380
VERMILLION, KANSAS

FINANCIAL STATEMENT
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

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KICKHAEFER & ASSOCIATE, P.A.
CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITORS' REPORT

Board of Education
Unified School District No. 380
Vermillion, Kansas 66544

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 380, Vermillion, Kansas, as of and for the fiscal year ended June 30, 2015 and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1.C to meet the financial reporting requirements of the State of Kansas; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditors' judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Adverse Opinion on U.S Generally Accepted Accounting Principles

As described in Note 1.C of the financial statement, the financial statement is prepared by the Unified School District No. 380, Vermillion, Kansas, to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1.C and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

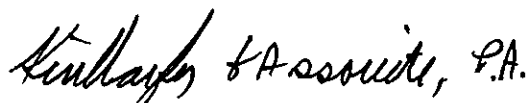
In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Unified School District No. 380, Vermillion, Kansas, as of June 30, 2015, or changes in financial position and cash flows thereof for the year then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the Unified School District No. 380, Vermillion, Kansas, as of June 30, 2015, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.C.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedule of regulatory basis receipts and expenditures-agency funds, schedule of regulatory basis receipts, expenditures and unencumbered cash-district activity funds (Schedules 1, 2, 3 and 4 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.C.



Kickhaefer & Associate, P.A.

Marysville, Kansas

October 12, 2015

UNIFIED SCHOOL DISTRICT NO. 380
VERMILLION, KANSAS

FINANCIAL INFORMATION

VERMILLION UNIFIED SCHOOL DISTRICT NO. 380
VERMILLION, KANSAS

STATEMENT 1

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
REGULATORY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

FUNDS	BEGINNING UNENCUMBERED CASH BALANCE	PRIOR YEAR CANCELLED ENCUMBRANCES	RECEIPTS	EXPENDITURES	ENDING UNENCUMBERED CASH BALANCE	ENDING ENCUMBRANCES AND ACCOUNTS PAYABLE	ENDING CASH BALANCE
GENERAL FUNDS:							
GENERAL	\$ 77.45	\$ 0.00	\$ 3,781,545.12	\$ 3,781,621.91	\$ 0.66	\$ 11,119.42	\$ 11,120.08
SUPPLEMENTAL GENERAL	44,559.65	0.00	1,305,069.63	1,325,678.10	23,951.18	38,101.71	62,052.89
SPECIAL PURPOSE FUNDS:							
PARENTS AS TEACHERS	4,289.34	0.00	58,674.79	39,277.89	23,686.24	602.90	24,289.14
CAPITAL OUTLAY	726,875.56	0.00	481,436.27	427,288.39	781,023.44	114,726.52	895,749.96
DRIVER TRAINING	26,772.35	0.00	16,914.00	13,085.27	30,601.08	478.81	31,079.89
AT RISK (K-12)	20,001.66	0.00	248,060.00	250,045.96	18,015.70	71.60	18,087.30
FOOD SERVICE	74,155.47	0.00	286,045.87	321,967.10	38,234.24	5,370.86	43,605.10
PROFESSIONAL DEVELOPMENT	2,003.91	0.00	12,000.00	8,697.50	5,306.41	460.81	5,767.22
AT RISK (4 YR. OLD)	20,217.94	0.00	83,250.00	52,628.37	50,839.57	0.00	50,839.57
SPECIAL EDUCATION	53,684.74	0.00	531,077.93	490,789.14	93,973.53	0.00	93,973.53
VOCATIONAL EDUCATION	31,314.15	0.00	346,472.35	345,367.07	31,419.43	1,687.07	33,106.50
KPERS SPECIAL RETIREMENT CONTRIBUTION	0.00	0.00	307,667.19	307,667.19	0.00	0.00	0.00
TEXTBOOK RENTAL	66,983.26	0.00	37,916.18	16,851.62	88,047.82	1,654.77	89,702.59
SUMMER SCHOOL	26,840.91	0.00	0.00	4,636.00	22,204.91	220.58	22,425.49
DUAL CREDIT & IDL CLASSES	0.00	0.00	20,094.00	20,094.00	0.00	2,315.79	2,315.79
EARLY CHILDHOOD BLOCK GRANT	(26,080.51)	0.00	167,258.50	206,418.92	(65,240.93)	1,205.72	(64,035.21)
TITLE II - A FY15	0.00	0.00	10,139.00	27,750.80	(17,611.80)	0.00	(17,611.80)
SMALL RURAL SCHOOL FY15	0.00	0.00	10,912.00	7,666.69	3,245.31	0.00	3,245.31
SMALL RURAL SCHOOL FY14	4,429.47	0.00	15,000.00	19,429.47	0.00	0.00	0.00
TITLE I - FY15	0.00	0.00	38,010.00	63,010.00	(25,000.00)	0.00	(25,000.00)
CARL PERKINS	0.00	0.00	937.90	937.90	0.00	0.00	0.00
GIFTS AND GRANTS	4,030.67	0.00	24,057.98	26,700.10	1,388.55	201.19	1,589.74
CONTINGENCY RESERVE	202,965.32	0.00	103,541.61	0.00	306,506.93	0.00	306,506.93
GATE RECEIPTS FUNDS	26,732.41	0.00	93,324.45	99,238.17	20,818.69	0.00	20,818.69
SCHOOL PROJECT FUNDS	71,207.64	0.00	140,702.96	141,823.74	70,086.86	0.00	70,086.86
BOND AND INTEREST FUNDS:							
BOND AND INTEREST FUND	112.83	0.00	90.73	0.00	203.56	0.00	203.56
TOTAL REPORTING ENTITY (Excluding Agency Funds)	\$ 1,381,174.22	\$ 0.00	\$ 8,120,198.46	\$ 7,999,671.30	\$ 1,501,701.38	\$ 178,217.75	\$ 1,679,919.13
COMPOSITION OF CASH:							
CHECKING ACCOUNT - FNB CENTRALIA							\$ 551,225.13
TREASURY INDEX - FNB CENTRALIA							156,935.82
CHECKING ACCOUNT - FNB FRANKFORT							87,244.18
CERTIFICATES OF DEPOSIT							980,186.01
TOTAL CASH							1,775,591.14
AGENCY FUNDS PER SCHEDULE 3							(95,672.01)
TOTAL REPORTING ENTITY (excluding Agency Funds)							\$ 1,679,919.13

The Notes to the Financial Statement are an integral part of this Statement.

UNIFIED SCHOOL DISTRICT NO. 380
VERMILLION, KANSAS

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UNIFIED SCHOOL DISTRICT NO. 380
VERMILLION, KANSAS

NOTES TO THE FINANCIAL STATEMENT
JUNE 30, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Municipal Financial Reporting Entity

Unified School District No. 380 is a municipal corporation governed by an elected seven-member board. This regulatory financial statement presents Unified School District No. 380 (the District), a municipality. The district has no related municipal entities.

B. Regulatory Basis Fund Types

The following regulatory basis fund types comprise the financial activities of the District for the fiscal year 2015:

General fund – the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

Special Purpose fund – used to account for the proceeds of specific tax levies and other specific regulatory receipt sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

Bond and Interest fund – used to account for the accumulation of resources, including tax levies, transfers from other funds and payment of general long-term debt.

Agency fund – funds used to report assets held by the municipal reporting entity in a purely custodial capacity (payroll clearing fund, county treasurer tax collection accounts, etc.).

C. Basis of Accounting

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America. The Kansas Municipal Audit and Accounting Guide (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The District has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the District to use the regulatory basis of accounting.

D. Reimbursements

Unified School District No. 380 records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as a receipt to the fund that receives the reimbursement. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements under KMAAG regulatory basis accounting.

UNIFIED SCHOOL DISTRICT NO. 380
VERMILLION, KANSAS

NOTES TO THE FINANCIAL STATEMENT
JUNE 30, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

E. Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest funds, and business funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for this fiscal year.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which, regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

A legal operating budget is not required for capital projects funds, agency funds, and the following special purpose funds: Textbook Rental, Contingency Reserve, Dual Credit & IDL Classes, and all federal programs and grant funds. Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

F. Property Tax

The county clerk calculates the final tax levy rates necessary to finance the budget subject to any legal limitations. After all budgets have been received and tax rates calculated, the clerk certifies the tax roll to the county treasurer, who prepares tax statements and receives payment.

Taxes become a lien against all property November 1st. Taxpayers have the option of paying in full or in two installments. The delinquency dates are December 21st and May 11th. Delinquent taxes were assessed interest at 4% per annum for calendar year 2015 and 6% per annum for calendar year 2014. This interest is retained by the county.

UNIFIED SCHOOL DISTRICT NO. 380
VERMILLION, KANSAS

NOTES TO THE FINANCIAL STATEMENT
JUNE 30, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

F. Property Tax (cont.)

Taxes levied to finance the budget are made available to the district after January 1st and are distributed by the county treasurer approximately every month and a half. At least 50% of the taxes levied are available in January. Delinquent tax collections are distributed throughout the year.

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Compliance With Kansas Statutes

K.S.A. 75-3317 through 75-3322 makes mandatory the purchase of products offered by Kansas industries for the blind and disabled. "The Kansas Use Law" states that when a unified school district has need to purchase products such as those listed in the Kansas State Use Catalog, it is a violation of Kansas law to purchase from any source other than those specified on the website or catalog. In FY 2015, the district purchased \$1,979.42 from these vendors, but failed to purchase all such products made available by the above vendors.

K.S.A. 79-2935 requires that expenditures, including encumbrances, in any lawfully budgeted fund not exceed the adopted budget of expenditures plus any reimbursements of current year expenditures for such fund for that budget year. In FY15, the district incurred expenditures in its Food Service Fund of \$321,967.10 which exceeded its adopted budget of \$308,500.00 by \$13,467.10.

K.S.A. 72-8208a and 75-1122a requires that school activity funds be accounted for properly, presented, and maintained in compliance with the *Guidelines for Student Activity Funds* as made known by the Kansas State Department of Education. In FY15, the Centralia Schools' activity funds contained a fund with a negative balance at the end of the year while the Frankfort Schools' activity fund balances were not correctly reconciled to the check register.

The Early Childhood Grant, Title I, and Title II monies are reimbursable federal and state programs. Exemption from the Kansas cash basis law K.S.A. 10-113 is allowed for reimbursable programs under K.S.A. 12-1664. The district can only be reimbursed for actual expenses which must be submitted for payment. Reimbursements in the amount of \$65,240.93, \$25,000, and \$17,611.80 for the Early Childhood Grant balance of -\$65,240.93, for the Title I balance of -\$25,000, and for the Title II balance of -\$17,611.80 were received in July and August, 2015. The Work In Action (WIA) Grant is also a reimbursable program which received \$1,658.22 in July, 2015 to cover the negative balance.

3. DEPOSITS AND INVESTMENTS

K.S.A. 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main or branch bank in the county in which the District is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The District has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the District's investment of idle funds to time deposits, open accounts and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The District has no investment policy that would further limit its investment choices.

UNIFIED SCHOOL DISTRICT NO. 380
VERMILLION, KANSAS

NOTES TO THE FINANCIAL STATEMENT
JUNE 30, 2015

3. DEPOSITS AND INVESTMENTS (cont.)

Concentration of credit risk. State statutes place no limit on the amount the District may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. All deposits were legally secured at June 30, 2015.

At June 30, 2015, the carrying amount of the District's deposits, including certificates of deposit, was \$1,775,591.14 and the bank balance was \$1,827,245.98. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$504,324.90 was covered by federal depository insurance and \$1,322,921.08 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

Custodial credit risk – investments. For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secure.

4. LONG-TERM DEBT

Changes in long-term liabilities for the District for the fiscal year ended June 30, 2015 were as follows:

ISSUE	INTEREST RATES	ISSUE DATE	AMOUNT OF ISSUE	DATE OF FINAL MATURITY	BALANCE BEGINNING OF YEAR	ADDITIONS	REDUCTIONS/ PAYMENTS	NET CHANGE	BALANCE END OF YEAR	INTEREST PAID
CAPITAL LEASE - BUS	6.60%	10/21/2013	\$ 81,873.00	10/21/2018	65,498.40	\$ -	\$ 16,374.60	\$ (16,374.60)	\$ 49,123.80	\$ 1,081.80
TOTAL CAPITAL LEASES						\$ -	\$ 16,374.60	\$ (16,374.60)	\$ 49,123.80	\$ 1,081.80

Current maturities of long-term debt and interest for the next five years and in five year increments through maturity are as follows:

	YEAR					TOTAL
	2016	2017	2018	2019	2020	
CAPITAL LEASE - BUS						
PRINCIPAL	\$ 16,374.60	\$ 16,374.60	\$ 16,374.60	\$ -	\$ -	\$ 49,123.80
INTEREST	1,081.80	1,081.80	1,081.80	-	-	3,245.40
TOTAL PRINCIPAL AND INTEREST	\$ 17,456.40	\$ 17,456.40	\$ 17,456.40	\$ -	\$ -	\$ 52,369.20

UNIFIED SCHOOL DISTRICT NO. 380
VERMILLION, KANSAS

NOTES TO THE FINANCIAL STATEMENT
JUNE 30, 2015

5. INTERFUND TRANSFERS

<u>From</u>	<u>To</u>	<u>Regulatory Authority</u>	<u>Amount</u>
General Fund	Special Education	K.S.A. 72-6428	\$ 307,615.00
General Fund	At Risk (4 Yr. Old)	K.S.A. 72-6428	35,000.00
General Fund	At Risk (K-12)	K.S.A. 72-6428	75,000.00
General Fund	Vocational Education	K.S.A. 72-6428	77,000.00
General Fund	Parents as Teachers	K.S.A. 72-6428	5,000.00
General Fund	Contingency Reserve	K.S.A. 72-6428	103,541.61
Supplemental General	Driver Education	K.S.A. 72-6433	10,000.00
Supplemental General	Food Service	K.S.A. 72-6433	30,000.00
Supplemental General	At Risk (4 Yr. Old)	K.S.A. 72-6433	45,000.00
Supplemental General	At Risk (K-12)	K.S.A. 72-6433	173,060.00
Supplemental General	Professional Development	K.S.A. 72-6433	12,000.00
Supplemental General	Special Education	K.S.A. 72-6433	220,000.00
Supplemental General	Vocational Education	K.S.A. 72-6433	265,000.00
Supplemental General	Parents as Teachers	K.S.A. 72-6433	30,000.00

6. IN-SUBSTANCE RECEIPT IN TRANSIT

The District received \$292,174.00 subsequent to June 30, 2015 and as required by K.S.A. 72-6417 and 72-6434 the receipt was recorded as in-substance receipt in transit and included as a receipt for the year ended June 30, 2015.

7. DEFINED BENEFIT PENSION PLAN

Plan description. The Unified School District No. 380, Vermillion, Kansas, participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. KPERS provides retirement benefits, life insurance, disability income benefits and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 S. Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Funding Policy. K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. Effective July 1, 2015 KPERS has three benefit structures and funding depends on whether the employee is a Tier 1, Tier 2, or Tier 3 member. Tier 1 members are active and contributing members hired before July 1, 2009. Tier 2 members were first employed in a covered position on or after July 1, 2009 and prior to January 1, 2015. Tier 3 members are employed on or after January 1, 2015 and have a contribution rate of 6%. Kansas law establishes the KPERS member-employee contribution rate of 5% of covered salary for Tier 1 members and at 6% of covered salary for Tier 2 members. Effective January 1, 2015, the Tier 1 member-employee contribution rate changed to 6% of covered salary. Member employees' contributions are withheld by their employer and paid to KPERS according to the provisions of section 414(h) of the Internal Revenue Code.

The State of Kansas is required to contribute the statutory required employers share.

UNIFIED SCHOOL DISTRICT NO. 380
VERMILLION, KANSAS

NOTES TO THE FINANCIAL STATEMENT
JUNE 30, 2015

7. DEFINED BENEFIT PENSION PLAN (cont.)

Net Pension Liability. The total pension liability for KPERS was determined by an actuarial valuation as of December 31, 2013, which was rolled forward to June 30, 2014. As of June 30, 2014 the net pension liability for KPERS was \$8,291,794,910. KPERS has determined the district's proportionate share of the net pension liability is \$4,960,736 as of June 30, 2014. The complete actuarial valuation report including all actuarial assumptions and methods is publically available on the website at www.kpers.org or can be obtained as described in the first paragraph above.

8. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

Other post-employment benefits. As provided by K.S.A. 12-5040, the District allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the District is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in this financial statement.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the District makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

Termination Benefits. Unified School District No. 380 provides an early retirement program for eligible certified staff. The dollar amount stipend is a percentage of base salary from age 60 to 64. The base salary which will be used will be that which is in effect during the year the Board of Education receives notification that the certified staff member is seeking early retirement. No payments were made under this plan for the year ended June 30, 2015.

Fringe Benefits. The district's Board of Education will apply the cost of a single membership up to \$500 per month in the 2014-2015 school year on the premium for the School Sponsored Health Insurance Plan.

The Board of Education will apply up to \$5.45 per month on the premium for a \$15,000 term life and accidental death and dismemberment insurance policy through the School Sponsored Health Insurance Carrier.

Section 125 Salary Reduction – Each teacher will be allowed to purchase benefits in the amount up to \$1,000 per month for each full time or part time teacher for the contract year. The teacher will select from health insurance, salary protection insurance, cancer insurance, and group term life. There will also be a reimbursement program to enable tax free dollars to be used for dependent care and medical reimbursement. The teacher will receive the difference between the total benefit available and the total amount of non-taxable benefits in cash that will be subject to Income and FICA taxes.

Compensated Absences. The District's policies regarding vacation and sick leave are: Teachers are allowed 12 days sick leave accumulative to 100 days, three days personal leave accumulative to five, and four days professional leave on a non-accumulative basis. Teachers who do not use any sick leave during the 2014-2015 contract shall be paid \$150 with their June payroll check. The \$150 will be reduced by \$50 for each day used up to three days. A teacher after employment with the district for a period of 4 years will receive \$25.00 per day for each day of up to 90 days of accumulated sick leave upon retirement, resignation, or death. At the end of the school year, each teacher will be paid substitute teachers pay for each day of personal leave that is not used or carried over. The district clerk and other 12 month employees are allowed 12 days of vacation per year, 12 days sick leave and six holidays. The principals also receive 12 days sick leave accumulative to 90 days. The superintendent is allowed 12 days sick leave accumulative to 90 days, and 15 days of vacation.

UNIFIED SCHOOL DISTRICT NO. 380
VERMILLION, KANSAS

NOTES TO THE FINANCIAL STATEMENT
JUNE 30, 2015

8. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS (cont.)

Liability for compensated absences is not reflected in the financial statement.

9. SUBSEQUENT EVENTS

Management has evaluated the effects on the financial statement of subsequent events occurring through the date of this report, which is the date at which the financial statement was available to be issued.

10. COMMITMENTS AND CONTINGENCIES

Litigation. As of the audit date, there are three pending or threatened litigation claims involving the district.

Grant program involvement. The District participates in federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the District may be required to reimburse the grantor government. As of the date of this report, grant expenditures have not been audited but the District believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the District.

UNIFIED SCHOOL DISTRICT NO. 380
VERMILLION, KANSAS

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UNIFIED SCHOOL DISTRICT NO. 380
VERMILLION, KANSAS

**REGULATORY-REQUIRED
SUPPLEMENTARY INFORMATION**

VERMILLION UNIFIED SCHOOL DISTRICT NO. 380
VERMILLION, KANSAS

SCHEDULE 1

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

FUNDS	CERTIFIED BUDGET	ADJUSTMENT TO COMPLY WITH LEGAL MAX	ADJUSTMENT FOR QUALIFYING BUDGET CREDITS	TOTAL BUDGET FOR COMPARISON	EXPENDITURES CHARGEABLE TO CURRENT YEAR	VARIANCE - OVER (UNDER)
GENERAL FUNDS:						
GENERAL	\$ 3,929,425.00	\$ (188,363.00)	\$ 40,559.91	\$ 3,781,621.91	\$ 3,781,621.91	\$ 0.00
SUPPLEMENTAL GENERAL	1,352,676.00	(37,685.00)	10,987.10	1,325,678.10	1,325,678.10	0.00
SPECIAL PURPOSE FUNDS:						
PARENTS AS TEACHERS						
CAPITAL OUTLAY	40,000.00	0.00	0.00	40,000.00	39,277.89	(722.11)
DRIVER TRAINING	500,000.00	0.00	0.00	500,000.00	427,288.39	(72,711.61)
AT RISK (K-12)	15,000.00	0.00	0.00	15,000.00	13,085.27	(1,914.73)
FOOD SERVICE	254,617.00	0.00	0.00	254,617.00	250,045.96	(4,571.04)
PROFESSIONAL DEVELOPMENT	308,500.00	0.00	0.00	308,500.00	321,967.10	13,467.10
AT RISK (4 YR. OLD)	10,504.00	0.00	0.00	10,504.00	8,697.50	(1,806.50)
SPECIAL EDUCATION	75,000.00	0.00	0.00	75,000.00	52,628.37	(22,371.63)
VOCATIONAL EDUCATION	635,205.00	0.00	0.00	635,205.00	490,789.14	(144,415.86)
KPERS SPECIAL RETIREMENT CONTRIBUTION	366,025.00	0.00	0.00	366,025.00	346,367.07	(19,657.93)
SUMMER SCHOOL	374,857.00	0.00	0.00	374,857.00	307,667.19	(66,989.81)
	4,636.00	0.00	0.00	4,636.00	4,636.00	0.00
BOND AND INTEREST FUNDS:						
BOND AND INTEREST	0.00	0.00	0.00	0.00	0.00	0.00

UNIFIED SCHOOL DISTRICT NO. 380
VERMILLION, KANSAS

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VERMILLION UNIFIED SCHOOL DISTRICT NO. 380
VERMILLION, KANSAS

SCHEDULE 2
PAGE 1 OF 12

GENERAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	14-15 ACTUAL	14-15 BUDGET	VARIANCE - OVER (UNDER)
<u>CASH RECEIPTS</u>			
STATE SOURCES--			
GENERAL STATE AID	\$ 3,432,589.00	\$ 3,497,348.00	\$ (64,759.00)
SPECIAL EDUCATION	307,615.00	432,000.00	(124,385.00)
MINERAL PRODUCTION TAX	781.21	0.00	781.21
TOTAL STATE SOURCES	<u>3,740,985.21</u>	<u>3,929,348.00</u>	<u>(188,362.79)</u>
REIMBURSEMENTS	<u>40,559.91</u>	<u>0.00</u>	<u>40,559.91</u>
TOTAL CASH RECEIPTS	<u>\$ 3,781,545.12</u>	<u>\$ 3,929,348.00</u>	<u>\$ (147,802.88)</u>
<u>EXPENDITURES</u>			
INSTRUCTION	1,707,076.54	\$ 1,712,500.00	\$ (5,423.46)
SUPPORT SERVICES:			
STUDENT SUPPORT SERVICES	201,125.96	198,000.00	3,125.96
INSTRUCTIONAL SUPPORT STAFF	516.92	4,250.00	(3,733.08)
GENERAL ADMINISTRATION	196,609.95	206,757.00	(10,147.05)
SCHOOL ADMINISTRATION	258,155.47	275,700.00	(17,544.53)
CENTRAL SERVICES	41,374.09	41,485.00	(110.91)
OPERATIONS & MAINTENANCE	465,652.75	506,750.00	(41,097.25)
STUDENT TRANSPORTATION SERVICES	273,566.11	32,783.00	240,783.11
VEHICLE OPERATING SERVICES	0.00	219,500.00	(219,500.00)
VEHICLE SERVICES & MAINTENANCE SERVICES	34,387.51	19,700.00	14,687.51
TRANSFERS:			
DRIVER EDUCATION	0.00	5,000.00	(5,000.00)
PROFESSIONAL DEVELOPMENT	0.00	2,000.00	(2,000.00)
PARENT EDUCATION PROGRAM	5,000.00	5,000.00	0.00
SPECIAL EDUCATION	307,615.00	432,000.00	(124,385.00)
VOCATIONAL EDUCATION	77,000.00	77,000.00	0.00
CONTINGENCY RESERVE	103,541.61	81,000.00	22,541.61
AT RISK 4 YR OLD	35,000.00	35,000.00	0.00
AT RISK (K-12)	75,000.00	75,000.00	0.00
ADJUSTMENT TO COMPLY WITH LEGAL MAX	<u>0.00</u>	<u>(188,363.00)</u>	<u>188,363.00</u>
ADJUSTMENT FOR QUALIFYING BUDGET CREDITS	<u>0.00</u>	<u>40,559.91</u>	<u>(40,559.91)</u>
TOTAL EXPENDITURES	<u>3,781,621.91</u>	<u>\$ 3,781,621.91</u>	<u>\$ 0.00</u>
CASH RECEIPTS OVER (UNDER) EXPENDITURES	<u>(76.79)</u>		
UNENCUMBERED CASH, JULY 1, 2014	<u>77.45</u>		
UNENCUMBERED CASH, JUNE 30, 2015	<u>\$ 0.66</u>		

VERMILLION UNIFIED SCHOOL DISTRICT NO. 380
VERMILLION, KANSAS

SCHEDULE 2
PAGE 2 OF 12

SUPPLEMENTAL GENERAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	14-15 <u>ACTUAL</u>	14-15 <u>BUDGET</u>	VARIANCE - OVER (UNDER)
<u>CASH RECEIPTS</u>			
AD VALOREM PROPERTY TAXES -2013	\$ 21,764.27	\$ 22,118.00	\$ (353.73)
AD VALOREM PROPERTY TAXES -2014	541,661.56	493,346.00	48,315.56
DELINQUENT PROPERTY TAX	3,029.39	6,053.00	(3,023.61)
MOTOR VEHICLE TAX	80,457.58	74,412.00	6,045.58
RECREATIONAL VEHICLE TAX	1,221.81	1,085.00	136.81
COMMERCIAL VEHICLE TAX	10,259.92	0.00	10,259.92
REIMBURSEMENTS	10,687.10	0.00	10,687.10
SUPPLEMENTAL STATE AID	<u>635,988.00</u>	<u>711,102.00</u>	<u>(75,114.00)</u>
 TOTAL CASH RECEIPTS	 <u>1,305,069.63</u>	 <u>\$ 1,308,116.00</u>	 <u>\$ (3,046.37)</u>
 <u>EXPENDITURES</u>			
INSTRUCTION	358,127.26	\$ 493,176.00	\$ (135,048.74)
SUPPORT SERVICES:			
STUDENT SUPPORT SERVICES	269.37	0.00	269.37
INSTRUCTIONAL SUPPORT STAFF	133,367.61	139,500.00	(6,132.39)
GENERAL ADMINISTRATION	10,419.88	0.00	10,419.88
SCHOOL ADMINISTRATION	8,766.39	0.00	8,766.39
OPERATIONS & MAINTENANCE	26,973.88	35,000.00	(8,026.12)
STUDENT TRANSPORTATION SERVICES	2,693.71	0.00	2,693.71
TRANSFERS:			
DRIVERS EDUCATION	10,000.00	0.00	10,000.00
FOOD SERVICE	30,000.00	30,000.00	0.00
PROFESSIONAL DEVELOPMENT	12,000.00	10,000.00	2,000.00
PARENT EDUCATION PROGRAM	30,000.00	15,000.00	15,000.00
SPECIAL EDUCATION	220,000.00	160,000.00	60,000.00
VOCATIONAL EDUCATION	265,000.00	260,000.00	5,000.00
AT RISK (4 YR OLD)	45,000.00	50,000.00	(5,000.00)
AT RISK (K-12)	173,060.00	160,000.00	13,060.00
 ADJUSTMENT TO COMPLY WITH LEGAL MAX	 <u>0.00</u>	 <u>(37,685.00)</u>	 <u>37,685.00</u>
 ADJUSTMENT FOR QUALIFYING BUDGET CREDITS	 <u>0.00</u>	 <u>10,687.10</u>	 <u>(10,687.10)</u>
 TOTAL EXPENDITURES	 <u>1,325,678.10</u>	 <u>\$ 1,325,678.10</u>	 <u>\$ 0.00</u>
 RECEIPTS OVER (UNDER) EXPENDITURES	 (20,608.47)		
 UNENCUMBERED CASH, JULY 1, 2014	 <u>44,559.65</u>		
 UNENCUMBERED CASH, JUNE 30, 2015	 <u>\$ 23,951.18</u>		

VERMILLION UNIFIED SCHOOL DISTRICT NO. 380
VERMILLION, KANSAS

SCHEDULE 2
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PARENTS AS TEACHERS FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	14-15 ACTUAL	14-15 BUDGET	VARIANCE - OVER (UNDER)
CASH RECEIPTS			
STATE OF KANSAS	\$ 23,500.00	\$ 23,500.00	\$ 0.00
TRANSFER FROM GENERAL FUND	5,000.00	5,000.00	0.00
TRANSFER FROM SUPPLEMENTAL GENERAL FUND	30,000.00	15,000.00	15,000.00
OTHER REVENUE	174.79	0.00	174.79
TOTAL CASH RECEIPTS	58,674.79	43,500.00	15,174.79
EXPENDITURES			
STUDENT SUPPORT SERVICES	38,637.89	\$ 39,500.00	\$ (862.11)
INSTRUCTIONAL SUPPORT STAFF	640.00	500.00	140.00
TOTAL EXPENDITURES	39,277.89	40,000.00	(722.11)
RECEIPTS OVER (UNDER) EXPENDITURES	19,396.90		
UNENCUMBERED CASH, JULY 1, 2014	4,289.34		
UNENCUMBERED CASH, JUNE 30, 2015	\$ 23,686.24		

CAPITAL OUTLAY FUND

	14-15 ACTUAL	14-15 BUDGET	VARIANCE - OVER (UNDER)
CASH RECEIPTS			
AD VALOREM PROPERTY TAXES -2013	\$ 8,501.35	\$ 6,180.00	\$ 2,321.35
AD VALOREM PROPERTY TAXES -2014	252,199.88	232,312.00	19,887.88
DELINQUENT PROPERTY TAX	977.26	2,360.00	(1,382.74)
MOTOR VEHICLE TAX	29,083.34	28,750.00	333.34
RECREATIONAL VEHICLE TAX	475.71	419.00	56.71
COMMERCIAL VEHICLE TAX	3,995.18	0.00	3,995.18
INTEREST ON IDLE FUNDS	6,102.27	6,000.00	102.27
OTHER REVENUE	125,999.28	25,000.00	100,999.28
CAPITAL OUTLAY STATE AID	54,102.00	92,925.00	(38,823.00)
TOTAL CASH RECEIPTS	481,436.27	393,946.00	87,490.27
EXPENDITURES			
INSTRUCTION	71,153.68	\$ 110,000.00	\$ (38,846.32)
SUPPORT SERVICES:			
OPERATIONS & MAINTENANCE	1,314.00	0.00	1,314.00
TRANSPORTATION	65,286.30	80,000.00	(14,713.70)
FACILITY ACQUISITION & CONSTRUCTION SERVICES:			
SITE IMPROVEMENT	5,000.00	10,000.00	(5,000.00)
BUILDING IMPROVEMENTS	284,534.41	300,000.00	(15,465.59)
TOTAL EXPENDITURES	427,288.39	500,000.00	(72,711.61)
RECEIPTS OVER (UNDER) EXPENDITURES	54,147.88		
UNENCUMBERED CASH, JULY 1, 2014	726,875.56		
UNENCUMBERED CASH, JUNE 30, 2015	\$ 781,023.44		

VERMILLION UNIFIED SCHOOL DISTRICT NO. 380
VERMILLION, KANSAS

SCHEDULE 2
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DRIVER EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	14-15 ACTUAL	14-15 BUDGET	VARIANCE - OVER (UNDER)
<u>CASH RECEIPTS</u>			
STATE OF KANSAS	\$ 2,418.00	\$ 3,825.00	\$ (1,407.00)
OTHER LOCAL REVENUE	4,496.00	0.00	4,496.00
TRANSFER FROM GENERAL	0.00	5,000.00	(5,000.00)
TRANSFER FROM SUPPLEMENTAL GENERAL	10,000.00	0.00	10,000.00
	<u>16,914.00</u>	<u>\$ 8,825.00</u>	<u>\$ 8,089.00</u>
TOTAL CASH RECEIPTS			
<u>EXPENDITURES</u>			
INSTRUCTION	13,012.76	\$ 15,000.00	\$ (1,987.24)
SUPPORT SERVICES:			
VEHICLE OPERATIONS, MAINTENANCE SERVICES	72.51	0.00	72.51
	<u>13,085.27</u>	<u>\$ 15,000.00</u>	<u>\$ (1,914.73)</u>
TOTAL EXPENDITURES			
RECEIPTS OVER (UNDER) EXPENDITURES	3,828.73		
UNENCUMBERED CASH, JULY 1, 2014	<u>26,772.35</u>		
UNENCUMBERED CASH, JUNE 30, 2015	<u>\$ 30,601.08</u>		

AT RISK (K-12) FUND

	14-15 ACTUAL	14-15 BUDGET	VARIANCE - OVER (UNDER)
<u>CASH RECEIPTS</u>			
TRANSFER FROM GENERAL	\$ 75,000.00	\$ 75,000.00	\$ 0.00
TRANSFER FROM SUPPLEMENTAL GENERAL	173,060.00	160,000.00	13,060.00
	<u>248,060.00</u>	<u>\$ 235,000.00</u>	<u>\$ 13,060.00</u>
TOTAL CASH RECEIPTS			
<u>EXPENDITURES</u>			
INSTRUCTION	250,045.96	\$ 254,617.00	\$ (4,571.04)
	<u>250,045.96</u>	<u>\$ 254,617.00</u>	<u>\$ (4,571.04)</u>
TOTAL EXPENDITURES			
RECEIPTS OVER (UNDER) EXPENDITURES	(1,985.96)		
UNENCUMBERED CASH, JULY 1, 2014	<u>20,001.66</u>		
UNENCUMBERED CASH, JUNE 30, 2015	<u>\$ 18,015.70</u>		

VERMILLION UNIFIED SCHOOL DISTRICT NO. 380
VERMILLION, KANSAS

SCHEDULE 2
PAGE 5 OF 12

FOOD SERVICE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	14-15 ACTUAL	14-15 BUDGET	VARIANCE - OVER (UNDER)
<u>CASH RECEIPTS</u>			
STATE OF KANSAS - FEDERAL AID	\$ 113,666.74	\$ 138,742.00	\$ (25,075.26)
- STATE AID	3,431.41	3,320.00	111.41
MEALS	136,705.33	146,510.00	(9,804.67)
TRANSFER FROM SUPPLEMENTAL GENERAL FUND	30,000.00	30,000.00	0.00
REIMBURSEMENTS	2,242.39	0.00	2,242.39
TOTAL CASH RECEIPTS	286,045.87	\$ 318,572.00	\$ (32,526.13)
<u>EXPENDITURES</u>			
FOOD SERVICE OPERATION	321,967.10	\$ 308,500.00	\$ 13,467.10
RECEIPTS OVER (UNDER) EXPENDITURES	(35,921.23)		
UNENCUMBERED CASH, JULY 1, 2014	74,155.47		
UNENCUMBERED CASH, JUNE 30, 2015	\$ 38,234.24		

PROFESSIONAL DEVELOPMENT FUND

	14-15 ACTUAL	14-15 BUDGET	VARIANCE - OVER (UNDER)
<u>CASH RECEIPTS</u>			
TRANSFER FROM GENERAL FUND	\$ 0.00	\$ 2,000.00	\$ (2,000.00)
TRANSFER FROM SUPPLEMENTAL GENERAL FUND	12,000.00	10,000.00	2,000.00
TOTAL CASH RECEIPTS	12,000.00	12,000.00	0.00
<u>EXPENDITURES</u>			
INSTRUCTIONAL SUPPORT STAFF	7,839.94	\$ 10,504.00	\$ (2,664.06)
OTHER SUPPLEMENTAL SERVICES	857.56	0.00	857.56
TOTAL EXPENDITURES	8,697.50	\$ 10,504.00	\$ (1,806.50)
RECEIPTS OVER (UNDER) EXPENDITURES	3,302.50		
UNENCUMBERED CASH, JULY 1, 2014	2,003.91		
UNENCUMBERED CASH, JUNE 30, 2015	\$ 5,306.41		

VERMILLION UNIFIED SCHOOL DISTRICT NO. 380
VERMILLION, KANSAS

SCHEDULE 2
PAGE 6 OF 12

AT RISK (4 YR OLD) FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	14-15 ACTUAL	14-15 BUDGET	VARIANCE - OVER (UNDER)
CASH RECEIPTS			
TRANSFER FROM GENERAL FUND	\$ 35,000.00	\$ 35,000.00	\$ 0.00
TRANSFER FROM SUPPLEMENTAL GENERAL FUND	45,000.00	50,000.00	(5,000.00)
REIMBURSEMENTS	3,250.00	0.00	3,250.00
TOTAL CASH RECEIPTS	83,250.00	\$ 85,000.00	\$ (1,750.00)
EXPENDITURES			
INSTRUCTION	52,144.01	\$ 71,332.00	\$ (19,187.99)
SUPPORT SERVICES:			
STUDENT TRANSPORTATION SERVICES	484.36	3,668.00	(3,183.64)
TOTAL EXPENDITURES	52,628.37	\$ 75,000.00	\$ (22,371.63)
RECEIPTS OVER (UNDER) EXPENDITURES	30,621.63		
UNENCUMBERED CASH, JULY 1, 2014	20,217.94		
UNENCUMBERED CASH, JUNE 30, 2015	\$ 50,839.57		

SPECIAL EDUCATION FUND

	14-15 ACTUAL	14-15 BUDGET	VARIANCE - OVER (UNDER)
CASH RECEIPTS			
TRANSFER FROM GENERAL FUND	\$ 307,615.00	\$ 432,000.00	\$ (124,385.00)
TRANSFER FROM SUPPLEMENTAL GENERAL FUND	220,000.00	160,000.00	60,000.00
REIMBURSEMENTS	3,462.93	0.00	3,462.93
TOTAL CASH RECEIPTS	531,077.93	\$ 592,000.00	\$ (60,922.07)
EXPENDITURES			
INSTRUCTION	490,098.10	\$ 633,725.00	\$ (143,626.90)
SUPPORT SERVICES:			
STUDENT TRANSPORTATION SERVICES	691.04	1,480.00	(788.96)
TOTAL EXPENDITURES	490,789.14	\$ 635,205.00	\$ (144,415.86)
RECEIPTS OVER (UNDER) EXPENDITURES	40,288.79		
UNENCUMBERED CASH, JULY 1, 2014	53,684.74		
UNENCUMBERED CASH, JUNE 30, 2015	\$ 93,973.53		

VERMILLION UNIFIED SCHOOL DISTRICT NO. 380
VERMILLION, KANSAS

SCHEDULE 2
PAGE 7 OF 12

VOCATIONAL EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	14-15 ACTUAL	14-15 BUDGET	VARIANCE - OVER (UNDER)
<u>CASH RECEIPTS</u>			
STATE OF KANSAS	\$ 2,695.00	\$ 0.00	\$ 2,695.00
TRANSFER FROM GENERAL FUND	77,000.00	77,000.00	0.00
TRANSFER FROM SUPPLEMENTAL GENERAL FUND	265,000.00	260,000.00	5,000.00
OTHER LOCAL REVENUE	1,777.35	2,500.00	(722.65)
TOTAL CASH RECEIPTS	346,472.35	\$ 339,500.00	\$ 6,972.35
<u>EXPENDITURES</u>			
INSTRUCTION	346,367.07	\$ 366,025.00	\$ (19,657.93)
TOTAL EXPENDITURES	346,367.07	\$ 366,025.00	\$ (19,657.93)
RECEIPTS OVER (UNDER) EXPENDITURES	105.28		
UNENCUMBERED CASH, JULY 1, 2014	31,314.15		
UNENCUMBERED CASH, JUNE 30, 2015	\$ 31,419.43		

KPERS SPECIAL RETIREMENT CONTRIBUTION FUND

	14-15 ACTUAL	14-15 BUDGET	VARIANCE - OVER (UNDER)
<u>CASH RECEIPTS</u>			
STATE OF KANSAS	\$ 307,667.19	\$ 374,657.00	\$ (66,989.81)
<u>EXPENDITURES</u>			
SUPPORT SERVICES:			
INSTRUCTION	209,947.15	\$ 256,057.00	\$ (46,109.85)
STUDENT SUPPORT	18,324.49	23,257.00	(4,932.51)
INSTRUCTIONAL SUPPORT	10,748.20	7,877.00	2,871.20
GENERAL ADMINISTRATION	10,274.63	17,322.00	(7,047.37)
SCHOOL ADMINISTRATION	17,236.03	19,505.00	(2,268.97)
CENTRAL SERVICES	3,116.73	3,375.00	(258.27)
OPERATIONS & MAINTENANCE	14,221.74	20,257.00	(6,035.26)
STUDENT TRANSPORTATION SERVICES	14,338.48	15,379.00	(1,040.52)
FOOD SERVICE	9,459.74	11,628.00	(2,168.26)
TOTAL EXPENDITURES	307,667.19	\$ 374,657.00	\$ (66,989.81)
RECEIPTS OVER (UNDER) EXPENDITURES	0.00		
UNENCUMBERED CASH, JULY 1, 2014	0.00		
UNENCUMBERED CASH, JUNE 30, 2015	\$ 0.00		

VERMILLION UNIFIED SCHOOL DISTRICT NO. 380
VERMILLION, KANSAS

SCHEDULE 2
PAGE 8 OF 12

SUMMER SCHOOL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	14-15 ACTUAL	14-15 BUDGET	VARIANCE - OVER (UNDER)
<u>CASH RECEIPTS</u>			
REIMBURSEMENTS	\$ 0.00	\$ 0.00	\$ 0.00
<u>EXPENDITURES</u>			
INSTRUCTION	3,900.26	\$ 4,070.00	\$ (169.74)
SUPPORT SERVICES:			
STUDENT TRANSPORTATION SERVICES	735.74	566.00	169.74
TOTAL EXPENDITURES	4,636.00	\$ 4,636.00	\$ 0.00
RECEIPTS OVER (UNDER) EXPENDITURES	(4,636.00)		
UNENCUMBERED CASH, JULY 1, 2014	26,840.91		
UNENCUMBERED CASH, JUNE 30, 2015	\$ 22,204.91		

BOND AND INTEREST FUND

	14-15 ACTUAL	14-15 BUDGET	VARIANCE - OVER (UNDER)
<u>CASH RECEIPTS</u>			
DELINQUENT PROPERTY TAXES	\$ 90.73	\$ 0.00	\$ 90.73
<u>EXPENDITURES</u>			
TRANSFER TO GENERAL	0.00	\$ 0.00	\$ 0.00
RECEIPTS OVER (UNDER) EXPENDITURES	90.73		
UNENCUMBERED CASH, JULY 1, 2014	112.83		
UNENCUMBERED CASH, JUNE 30, 2015	\$ 203.56		

VERMILLION UNIFIED SCHOOL DISTRICT NO. 380
VERMILLION, KANSAS

SCHEDULE 2
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SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	TEXTBOOK & STUDENT MATERIAL REVOLVING	DUAL CREDIT & IDL CLASSES	CARL PERKINS
<u>CASH RECEIPTS</u>			
MISCELLANEOUS FEES & REIMBURSEMENTS	\$ 37,916.18	\$ 20,094.00	\$ 937.90
TOTAL CASH RECEIPTS	<u>37,916.18</u>	<u>20,094.00</u>	<u>937.90</u>
<u>EXPENDITURES</u>			
INSTRUCTION	<u>16,851.62</u>	<u>20,094.00</u>	<u>937.90</u>
TOTAL EXPENDITURES	<u>16,851.62</u>	<u>20,094.00</u>	<u>937.90</u>
RECEIPTS OVER (UNDER) EXPENDITURES	21,064.56	0.00	0.00
UNENCUMBERED CASH, JULY 1, 2014	<u>66,983.26</u>	<u>0.00</u>	<u>0.00</u>
UNENCUMBERED CASH, JUNE 30, 2015	<u>\$ 88,047.82</u>	<u>\$ 0.00</u>	<u>\$ 0.00</u>

VERMILLION UNIFIED SCHOOL DISTRICT NO. 380
VERMILLION, KANSAS

SCHEDULE 2
PAGE 10 OF 12

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	EARLY CHILDHOOD BLOCK GRANT	TITLE I - FY 15
<u>CASH RECEIPTS</u>		
STATE OF KANSAS	\$ 167,258.50	\$ 38,010.00
TOTAL CASH RECEIPTS	167,258.50	38,010.00
<u>EXPENDITURES</u>		
INSTRUCTION	170,885.06	56,476.00
SUPPORT SERVICES:		
INSTRUCTIONAL SUPPORT STAFF	200.00	0.00
GENERAL ADMINISTRATION	0.00	6,534.00
OPERATIONS & MAINTENANCE	2,694.65	0.00
STUDENT TRANSPORTATION SERVICES	32,639.21	0.00
TOTAL EXPENDITURES	206,418.92	63,010.00
RECEIPTS OVER (UNDER) EXPENDITURES	(39,160.42)	(25,000.00)
UNENCUMBERED CASH, JULY 1, 2014	(26,080.51)	0.00
UNENCUMBERED CASH, JUNE 30, 2015	\$ (65,240.93)	\$ (25,000.00)

VERMILLION UNIFIED SCHOOL DISTRICT NO. 380
VERMILLION, KANSAS

SCHEDULE 2
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SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	<u>TITLE II - A FY 15</u>	<u>CONTINGENCY RESERVE FUND</u>
<u>CASH RECEIPTS</u>		
STATE OF KANSAS	\$ 10,139.00	\$ 0.00
TRANSFER FROM GENERAL FUND	0.00	103,541.61
TOTAL CASH RECEIPTS	10,139.00	103,541.61
<u>EXPENDITURES</u>		
INSTRUCTION	22,984.80	0.00
SUPPORT SERVICES:		
INSTRUCTIONAL SUPPORT	1,641.00	0.00
GENERAL ADMINISTRATION	3,125.00	0.00
TOTAL EXPENDITURES	27,750.80	0.00
RECEIPTS OVER (UNDER) EXPENDITURES	(17,611.80)	103,541.61
UNENCUMBERED CASH, JULY 1, 2014	0.00	202,965.32
UNENCUMBERED CASH, JUNE 30, 2015	\$ (17,611.80)	\$ 306,506.93

VERMILLION UNIFIED SCHOOL DISTRICT NO. 380
VERMILLION, KANSAS

SCHEDULE 2
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SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	SMALL RURAL SCHOOL - FY14	SMALL RURAL SCHOOL - FY15	GIFTS AND GRANTS
<u>CASH RECEIPTS</u>			
U.S. DEPT. OF EDUCATION	\$ 15,000.00	\$ 10,912.00	\$ 0.00
STATE OF KANSAS-GREEN GRANT	0.00	0.00	1,055.36
USD #498 - HRSA GRANT	0.00	0.00	8,131.01
HEARTLAND WORKS - WIA	0.00	0.00	6,420.91
STATE OF KANSAS-S3 GRANT	0.00	0.00	1,193.79
STEP FOUNDATION	0.00	0.00	1,131.91
DONATIONS	0.00	0.00	6,125.00
	<hr/>	<hr/>	<hr/>
TOTAL CASH RECEIPTS	15,000.00	10,912.00	24,057.98
	<hr/>	<hr/>	<hr/>
<u>EXPENDITURES</u>			
INSTRUCTION - WIA	0.00	0.00	7,203.74
INSTRUCTION - GIFTS & GRANTS	19,429.47	7,666.69	19,496.36
	<hr/>	<hr/>	<hr/>
TOTAL EXPENDITURES	19,429.47	7,666.69	26,700.10
	<hr/>	<hr/>	<hr/>
RECEIPTS OVER (UNDER) EXPENDITURES	(4,429.47)	3,245.31	(2,642.12)
	<hr/>	<hr/>	<hr/>
UNENCUMBERED CASH, JULY 1, 2014	4,429.47	0.00	4,030.67
	<hr/>	<hr/>	<hr/>
UNENCUMBERED CASH, JUNE 30, 2015	\$ 0.00	\$ 3,245.31	\$ 1,388.55
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VERMILLION UNIFIED SCHOOL DISTRICT NO. 380
VERMILLION, KANSAS

SCHEDULE 3

AGENCY FUNDS
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

FUNDS	BEGINNING CASH BALANCE	RECEIPTS	DISBURSE- MENTS	ENDING CASH BALANCE
CENTRALIA SCHOOLS:				
STUDENT COUNCIL	\$ 1,085.66	\$ 4,017.88	\$ 4,228.99	\$ 874.55
NATIONAL HONOR SOCIETY	37.76	5,242.00	4,545.89	733.87
FFA	10,744.23	20,459.50	18,448.51	12,755.22
KAYS	507.55	2,081.31	2,193.68	395.18
FCCLA	3,000.19	4,515.14	3,999.74	3,515.59
TASMAD	303.28	550.73	687.38	166.63
DANCE TEAM	395.61	5,286.00	5,200.79	480.82
H.S. CHEERLEADERS	7.87	4,588.66	4,115.23	481.30
CLASS OF 2014	0.00	1.65	1.65	0.00
CLASS OF 2015	18,016.20	1,835.36	19,851.56	0.00
CLASS OF 2016	4,183.22	39,923.19	24,064.83	20,041.58
CLASS OF 2017	1,321.52	5,735.37	2,667.86	4,389.03
CLASS OF 2018	330.25	8,712.37	5,374.66	3,667.96
CLASS OF 2019	0.00	326.00	9.23	316.77
SUBTOTAL CENTRALIA SCHOOLS	39,933.34	103,275.16	95,390.00	47,818.50
FRANKFORT SCHOOLS:				
STUCO	924.06	1,516.05	904.91	1,535.20
CLASS OF 2009	0.00	54.32	0.00	54.32
CLASS OF 2011	334.86	0.00	0.00	334.86
CLASS OF 2012	828.34	0.00	0.00	828.34
CLASS OF 2013	1,089.20	0.00	0.00	1,089.20
CLASS OF 2014	583.61	0.00	583.61	0.00
CLASS OF 2015	9,862.94	1,504.04	11,235.76	131.22
CLASS OF 2016	3,593.84	33,060.51	22,148.35	14,506.00
CLASS OF 2017	1,630.76	5,549.46	2,900.51	4,279.71
CLASS OF 2018	24.12	160.00	10.68	173.44
FFA	2,977.94	19,093.70	17,846.45	4,225.19
GREENHOUSE	2,515.69	7,114.07	6,433.89	3,195.87
FCCLA	583.97	14,878.50	13,008.69	2,453.78
NATIONAL HONOR SOCIETY	290.39	0.00	0.00	290.39
SUBTOTAL FRANKFORT SCHOOLS	25,239.72	82,930.65	75,072.85	33,097.52
PAYROLL DEDUCTION FUND	14,770.67	23,926.94	23,941.62	14,755.99
SUBTOTAL PAYROLL ACCOUNTS	14,770.67	23,926.94	23,941.62	14,755.99
TOTAL AGENCY FUNDS	\$ 79,943.73	\$ 210,132.75	\$ 194,404.47	\$ 95,672.01

UNIFIED SCHOOL DISTRICT NO. 380
VERMILLION, KANSAS

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VERMILLION UNIFIED SCHOOL DISTRICT NO. 380
VERMILLION, KANSAS

SCHEDULE 4

DISTRICT ACTIVITY FUNDS
SCHEDULE OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
REGULATORY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

FUNDS	BEGINNING UNENCUMBERED CASH BALANCE	PRIOR YEAR CANCELLED ENCUMBRANCES	RECEIPTS	EXPENDITURES	ENDING UNENCUMBERED CASH BALANCE	ADD OUTSTANDING ENCUMBRANCES AND ACCOUNTS PAYABLE	ENDING CASH BALANCE
<u>GATE RECEIPTS</u>							
CENTRALIA SCHOOLS:							
ATHLETICS	\$ 10,372.69	\$ 0.00	\$ 50,828.20	\$ 54,521.10	\$ 6,679.79	\$ 0.00	\$ 6,679.79
FRANKFORT SCHOOLS:							
ATHLETICS	16,359.72	0.00	42,496.25	44,717.07	14,138.90	0.00	14,138.90
SUBTOTAL GATE RECEIPTS FUNDS	26,732.41	0.00	93,324.45	99,238.17	20,818.69	0.00	20,818.69
<u>SCHOOL PROJECTS</u>							
CENTRALIA SCHOOLS:							
SCHOOL ENDOWMENT	3,261.30	0.00	250.00	0.00	3,511.30	0.00	3,511.30
SHOP PROJECTS	0.00	0.00	901.64	169.23	732.41	0.00	732.41
SCIENCE CLUB	66.62	0.00	0.00	14.38	52.24	0.00	52.24
ANNUAL	7,431.39	0.00	7,509.50	7,015.08	7,925.81	0.00	7,925.81
BOOK FAIR	365.17	0.00	2,842.48	3,171.85	35.80	0.00	35.80
BAND SUPPLIES	309.22	0.00	18,095.97	18,725.85	(320.66)	0.00	(320.66)
K-12 CHOIR	0.00	0.00	25,275.00	24,022.30	1,252.70	0.00	1,252.70
ADMINISTRATION/PICTURES	15,599.87	0.00	11,669.00	17,282.19	9,986.68	0.00	9,986.68
SALES TAX	(0.01)	0.00	2,997.37	2,995.44	1.92	0.00	1.92
COMPUTER EQUIPMENT	515.82	0.00	75.00	0.00	590.82	0.00	590.82
L. GLATZAK WALMART AWARD	80.69	0.00	0.00	0.00	80.69	0.00	80.69
HEALTH/FITNESS	288.74	0.00	0.00	0.00	288.74	0.00	288.74
BOX TOPS	974.49	0.00	666.80	388.45	1,252.84	0.00	1,252.84
ACCELERATED READER	210.70	0.00	113.60	42.55	281.75	0.00	281.75
SADD	901.48	0.00	1,045.00	699.52	1,246.96	0.00	1,246.96
SUBTOTAL CENTRALIA SCHOOLS	30,005.48	0.00	71,441.36	74,526.84	26,920.00	0.00	26,920.00
FRANKFORT SCHOOLS:							
F-CLUB	1,304.38	0.00	13,088.54	14,119.03	273.89	0.00	273.89
DRILL TEAM	1,629.68	0.00	314.00	1,420.87	522.81	0.00	522.81
SCHOLAR BOWL	492.14	0.00	0.00	0.00	492.14	0.00	492.14
JR/SR HIGH CHEERLEADERS	514.88	0.00	10,590.77	9,263.00	1,842.65	0.00	1,842.65
DRAMA	483.93	0.00	0.00	296.10	187.83	0.00	187.83
JR HIGH YEARBOOK	896.92	0.00	2,493.47	2,469.50	920.89	0.00	920.89
BAND	312.75	0.00	1,237.50	1,396.16	154.09	0.00	154.09
VOCAL	31.86	0.00	862.00	880.01	13.85	0.00	13.85
GRADE SCHOOL ACTIVITIES	1,977.20	0.00	1,193.27	112.30	3,058.17	0.00	3,058.17
K-8 STUDENT ACTIVITIES	8,551.42	0.00	6,703.11	3,248.96	12,005.57	0.00	12,005.57
WILDCAT INCENTIVE	597.87	0.00	3,425.00	2,660.31	1,362.56	0.00	1,362.56
YEARBOOK	11,067.13	0.00	7,740.00	10,622.95	8,184.18	0.00	8,184.18
LIBRARY	745.52	0.00	2,697.88	2,744.08	699.32	0.00	699.32
CONCESSIONS	1,270.72	0.00	0.00	0.00	1,270.72	0.00	1,270.72
MISCELLANEOUS PROJECTS	3,209.97	0.00	666.00	615.00	3,260.97	0.00	3,260.97
ACCELERATED READER	1,080.55	0.00	2,487.65	2,460.75	1,107.45	0.00	1,107.45
ART - POWELL	26.00	0.00	300.00	26.00	300.00	0.00	300.00
WOODWORKING TOOLS	828.62	0.00	187.25	239.95	775.92	0.00	775.92
ADMINISTRATIVE POWELL FUND	1,337.38	0.00	0.00	137.23	1,200.15	0.00	1,200.15
WASHINGTON DC TRIP	1,885.60	0.00	8,083.00	7,844.00	2,124.60	0.00	2,124.60
MUSIC SCHOLARSHIP	250.00	0.00	1,000.00	1,000.00	250.00	0.00	250.00
SUBTOTAL FRANKFORT SCHOOLS	38,494.52	0.00	63,069.44	61,556.20	40,007.76	0.00	40,007.76
DISTRICT ACTIVITY:							
BOARD FLOWERS	37.66	0.00	0.00	0.00	37.66	0.00	37.66
POP MACHINE	9.15	0.00	0.00	0.00	9.15	0.00	9.15
KINDER PREP	2,660.83	0.00	6,192.16	5,740.70	3,112.29	0.00	3,112.29
SUBTOTAL DISTRICT ACTIVITY	2,707.64	0.00	6,192.16	5,740.70	3,159.10	0.00	3,159.10
SUBTOTAL SCHOOL PROJECT FUNDS	71,207.64	0.00	140,702.96	141,823.74	70,086.86	0.00	70,086.86
TOTAL DISTRICT ACTIVITY FUNDS	\$ 97,940.05	\$ 0.00	\$ 234,027.41	\$ 241,061.91	\$ 90,905.55	\$ 0.00	\$ 90,905.55

UNIFIED SCHOOL DISTRICT NO. 380
VERMILLION, KANSAS

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UNIFIED SCHOOL DISTRICT NO. 380
VERMILLION, KANSAS

OTHER SUPPLEMENTARY INFORMATION

VERMILLION UNIFIED SCHOOL DISTRICT NO. 380
VERMILLION, KANSAS

SCHEDULE 5

COMPARISON OF DEPOSITORY SECURITY WITH FUNDS ON DEPOSIT
6/30/2015

	F.D.I.C. COVERAGE	SECURITY PLEDGED PAR VALUE	MARKET VALUE	TOTAL COVERAGE	FUNDS ON DEPOSIT 6/30/2015	FUNDS AT RISK 6/30/2015
<u>BANK</u>						
FIRST NATIONAL BANK, CENTRALIA, KANSAS--						
DEMAND DEPOSITS	\$ 4,324.90			\$ 4,324.90	4,324.90	
TIME DEPOSITS	250,000.00	\$ 1,591,591.84	\$ 1,517,137.17	1,767,137.17	1,048,216.48	
SUBTOTAL	254,324.90	1,591,591.84	1,517,137.17	1,771,462.07	1,052,541.38	0.00
FIRST NATIONAL BANK, FRANKFORT, KANSAS--						
TIME DEPOSITS	250,000.00	650,000.00	705,961.90	955,961.90	774,704.60	0.00
TOTALS	\$ 504,324.90	\$ 2,241,591.84	\$ 2,223,099.07	\$ 2,727,423.97	\$ 1,827,245.98	\$ 0.00